

# **COUNTY OF LOS ANGELES**

#### **DEPARTMENT OF PUBLIC WORKS**

"To Enrich Lives Through Effective and Caring Service"

900 SOUTH FREMONT AVENUE ALHAMBRA, CALIFORNIA 91803-1331 Telephone: (626) 458-5100 www.ladpw.org

ADDRESS ALL CORRESPONDENCE TO: P.O. BOX 1460 ALHAMBRA, CALIFORNIA 91802-1460

IN REPLY PLEASE

REFER TO FILE: W-0

July 13, 2006

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, CA 90012

Dear Supervisors:

LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40, ANTELOPE VALLEY ANNEXATION 40-34 (34-31)
NEGOTIATED TAX EXCHANGE RESOLUTION
SUPERVISORIAL DISTRICT 5
3 VOTES

IT IS RECOMMENDED THAT YOUR BOARD ACTING AS THE GOVERNING BODY OF THE LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40, ANTELOPE VALLEY:

Adopt the enclosed Joint Resolution approving and accepting the negotiated exchange of property tax revenue resulting from Annexation 40-34 (34-31).

## PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

We are recommending that your Board adopt the enclosed Joint Resolution approving and accepting the negotiated exchange of property tax revenue resulting from Annexation 40-34 (34-31), approximately 22.30 acres of vacant land in the City of Palmdale, to the Los Angeles County Waterworks District No. 40, Antelope Valley.

The Honorable Board of Supervisors July 13, 2006 Page 2

#### Implementation of Strategic Plan Goals

This action meets the County Strategic Plan Goal of Organizational Effectiveness as it will provide effective and efficient delivery of water to future customers within the annexed area.

## FISCAL IMPACT/FINANCING

New revenue will be generated in the form of standby charges paid by the property owners to the Los Angeles County Waterworks District No. 40, Antelope Valley, for the operation and maintenance of the water system and for capital improvement projects.

The property owners requesting the proposed annexation will pay all required fees associated with this project.

The Joint Resolution will transfer a portion of the annual property tax increment from each of the affected County taxing entities, together with the Antelope Valley Mosquito Abatement & Vector Control District, the Antelope Valley Resource Conservation District, the City of Palmdale, and the Antelope Valley-East Kern Water Agency to the Los Angeles County Waterworks District No. 40, Antelope Valley. The property tax transfers will become effective Fiscal Year 2006-07.

#### FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Section 99 of the Revenue and Taxation Code requires that prior to the effective date of any jurisdictional change, the governing bodies of all agencies whose service area or service responsibilities will be altered by such change must negotiate a reallocation of property tax revenue between the affected agencies and approve and accept such reallocation by resolution.

Adoption of the tax transfer Joint Resolution by your Board will allow the Local Agency Formation Commission (LAFCO) to schedule the required public hearing to consider testimony on the proposed annexation. LAFCO will subsequently take action to approve, approve with changes, or disapprove the proposal. The tax transfer Joint Resolution has also been approved as to form by County Counsel.

The Honorable Board of Supervisors July 13, 2006 Page 3

## **IMPACT ON CURRENT SERVICES (OR PROJECTS)**

There will be no negative impact on current County services or projects during the performance of the recommended services.

#### CONCLUSION

After approval of this recommendation, please return one adopted copy of this letter and one signed original of the Joint Resolution to Public Works, Waterworks and Sewer Maintenance Division, for submittal to LAFCO, and forward one adopted copy of the letter and Resolution to the County Assessor.

Respectfully submitted,

DONALD L. WOLFE Director of Public Works

MR:Im BDL2190

Enc.

cc: Chief Administrative Office

County Assessor County Counsel

WHEREAS, pursuant to Section 99.01 of the Revenue and Taxation Code, in the case of any jurisdictional change that will result in a special district providing one or more services to an area where those services have not previously been provided by any local agency, the special district and each local agency that receives an apportionment of property tax revenue from the area may negotiate an exchange of property tax revenue generated in the area subject to the jurisdictional change and attributable to those local agencies; and

WHEREAS, the Board of Supervisors of the County of Los Angeles, acting on behalf of the Los Angeles County Waterworks District No. 40, Antelope Valley; and County of Los Angeles Consolidated Fire Protection District; together with the Board of Trustees of the Antelope Valley Mosquito Abatement & Vector Control District, the Board of Directors of the Antelope Valley Resource Conservation District, the Board of Directors of the Antelope Valley-East Kern Water Agency, and the City Council of the City of Palmdale have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Annexation 40-34 (34-31) to the Los Angeles County Waterworks District No. 40, Antelope Valley, is as set forth:

#### NOW, THEREFORE, BE IT RESOLVED, as follows:

- 1. The Los Angeles County Waterworks District No. 40, Antelope Valley; County of Los Angeles Consolidated Fire Protection District; Antelope Valley Mosquito Abatement & Vector Control District; Antelope Valley Resource Conservation District; Antelope Valley-East Kern Water Agency; and the City of Palmdale have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Annexation 40-34 (34-31) is approved and accepted.
- 2. For fiscal years commencing on or after July 1, 2006, or the July 1 after the effective date of this jurisdictional change, whichever is later, the property tax revenue increment generated from the area within Annexation 40-34 (34-31) shall be allocated to the affected agencies as indicated in the enclosed worksheets (Exhibits A and B).
- 3. No transfer of property tax revenues other than those specified in Paragraph 2 shall be made as a result of Annexation 40-34 (34-31).
- 4. If at any time after the effective date of this Joint Resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect, thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year and any amounts of property tax received in excess of that which is proper shall be refunded to the appropriate agency.

The foregoing Resolution was ado by the Board of Supervisors of the Count Los Angeles County Waterworks District	ty of Los Angel	es as the governir	, 2006 ng body of the
	Executiv Board of	A. HAMAI e Officer of the Supervisors of the of Los Angeles	)
	Ву	Deputy	

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR. County Counsel

Debak

WHEREAS, pursuant to Section 99.01 of the Revenue and Taxation Code, in the case of any jurisdictional change that will result in a special district providing one or more services to an area where those services have not previously been provided by any local agency, the special district and each local agency that receives an apportionment of property tax revenue from the area, may negotiate an exchange of property tax revenue generated in the area subject to the jurisdictional change and attributable to those local agencies; and

WHEREAS, the Board of Supervisors of the County of Los Angeles, acting on behalf of Los Angeles County Waterworks District No. 40, Antelope Valley, and County of Los Angeles Consolidated Fire Protection District; together with the Board of Trustees of the Antelope Valley Mosquito Abatement & Vector Control District, the Board of Directors of the Antelope Valley Resource Conservation District, the Board of Directors of the Antelope Valley—East Kern Water Agency, and the City Council of the City of Palmdale have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Annexation 40-34 (34-31) to Los Angeles County Waterworks District No. 40, Antelope Valley, is as set forth:

#### NOW, THEREFORE, BE IT RESOLVE, AS FOLLOWS:

- 1. The Los Angeles County Waterworks District No. 40, Antelope Valley, County of Los Angeles Consolidated Fire Protection District; Antelope Valley Mosquito Abatement & Vector Control District, Antelope Valley Resource Conservation District, Antelope Valley–East Kern Water Agency, and the City of Palmdale have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Annexation 40-34 (34-31) is approved and accepted.
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- 4. If at any time after the effective date of this Resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect, thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year, and any amounts of property tax received in excess of that which is proper shall be refunded to the appropriate agency.

PASSED, APPROVED, AND ADOPTED thi the following vote:	s <u>23</u> day of <u>Gugus</u> , 2005, by
AYES: 5	
NOES: Ø	
ABSENT:	
ABSTAIN:	D. Duffm
	Chairperson, Board of Trustees Antelope Valley Mosquito Abatement & Vector Control

ATTEST:

WHEREAS, pursuant to Section 99.01 of the Revenue and Taxation Code, in the case of any jurisdictional change that will result in a special district providing one or more services to an area where those services have not previously been provided by any local agency, the special district and each local agency that receives an apportionment of property tax revenue from the area, may negotiate an exchange of property tax revenue generated in the area subject to the jurisdictional change and attributable to those local agencies; and

WHEREAS, the Board of Supervisors of the County of Los Angeles, acting on behalf of Los Angeles County Waterworks District No. 40, Antelope Valley, and County of Los Angeles Consolidated Fire Protection District; together with the Board of Trustees of the Antelope Valley Mosquito Abatement & Vector Control District, the Board of Directors of the Antelope Valley Resource Conservation District, the Board of Directors of the Antelope Valley–East Kern Water Agency, and the City Council of the City of Palmdale have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Annexation 40-34 (34-31) to Los Angeles County Waterworks District No. 40, Antelope Valley, is as set forth:

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PASSED, APPROVED, AND ADOPTED this 15th day of September, 2005, by the following vote:

AYES:

Jim Dodson, Leonard Griffin, Ann Gregg, and Steve Rodrigues

NOES:

ABSENT: Kathleen Burr

**ABSTAIN:** 

Chairperson, Board of Directors Antelope Valley Resource Conservation District

ATTEST:

WHEREAS, pursuant to Section 99.01 of the Revenue and Taxation Code, in the case of any jurisdictional change that will result in a special district providing one or more services to an area where those services have not previously been provided by any local agency, the special district and each local agency that receives an apportionment of property tax revenue from the area, may negotiate an exchange of property tax revenue generated in the area subject to the jurisdictional change and attributable to those local agencies; and

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PASSED, APPROVED, AND ADOPTED this 12th day of December, 2005, by the following vote:

AYES: Mayor Ledford and Councilmembers Lackey, Knight, Hofbauer, and

Dispenza

NOES: None

ABSENT: None

ABSTAIN: None

. Ledford Jr., Mayor

City of Palmdale

ATTEST:

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PASSED, APPRO the following vote:	VED, AND ADOPTED t	his	day of <u>Septembe</u> , 2005, b
AYES:	7		
NOES:	Ø.		
ABSENT:	0		
ABSTAIN:	0		4
		Chairp Antelope Va	erson, Board of Directors alley-East Kern Water Agency
ATTEST:			
Mf Secreta	Mer		

Annexation To: Account No. TRA: Effective Date: Annexation Number:	Waterworks District # 40 ANTELOPE VALLEY 047.04 1835 July 1, 2006 40-34 (34-31)	ict # 40 ANTEL	OPE VALLEY			
Waterworks District # 40, Antelope Valley	0.013364537					
Accnt No. Taxing Agency	(1) Current Tax Share	(2) = (1) / Total Percent	(3) Proposed Dist Share	(4) = (2) * (3) Alloc of Dist Share	(5) Allocation Adjustments	(6) = (1) + (5) New Net Share
1.05 LOS ANGELES COUNTY GENERAL 1.20 L.A. COUNTY ACCUM CAP OUTLAY	0.241748130	24.1748%	0.013364537	0.003230852	-0.003328166	0.238419964
7.30 CONSOL, FIRE PRO.DIST.OF L.A.CO.	0.17600000	17.6000%	0.013364537	0.002352159	-0.002352159	0.173647841
7.31 LAC FIRE-FFW 61.05 ANTELOPE VLYMOSQ & VECTOR CONTR	0.007139380 0.001700665	0.7139%	0.013364537	0.000095415	0.0000000000	0.007139380 0.001677936
ANTELOPE VY RESO	0.001177822	0.1178%	0.013364537	0.000015741	-0.000015741	0.001162081
	0.066294048	6.6294%	0.013364537	0.000885989	-0.000885989	0.065408059
	0.023879878	2.3880%	0.013364537	0.000319144	-0.000319144	0.023560734
EDUCATIONAL REV	0.057620814	5.7621%	0.013364537	0.000770076	Exempt	0.057620814
400.01 EDUCATIONAL AUG FU IMPOUND	0.128757217	12.8757%	0.013364537	0.001720781	Exempt	0.128757217
	0.003498759	0.3499%	0.013364537 0.013364537	0.000023562	Exempt	0.001763041
	0.062690773	6.2691%	0.013364537	0.000837833	Exempt	0.062690773
_	0.011128017	1.1128%	0.013364537	0.000148721	Exempt	0.011128017
	0.001055609	0.1056%	0.013364537	0.000014108	Exempt	0.001055609
717.02 ANTELOPE VALLEY UNION HIGH SCH.	0.121673068	12.1673%	0.013364537	0.001626104	Exempt	0.121673068
	0.000447129		0.013364537	0.000005976	Exempt	0.000447129
792.04 ANTELOFE VI.ON.IIN.F.SELEM	0.033785399	3.3785%	0.013364537	0.000795165	Exempt	0.059498100
				201010		2000
047.04 Waterworks Dist # 40 ANTELOPE VALLEY	0.000000000	0.0000%	0.0000% 0.013364537 0.000000000	0.0000000000	0.0000000000	0.006923927
Total	1.000000000	100.000%		0.013364537	-0.006923927	1.000000000

Current share as reflected in the Auditor's ATI distribution in AF 49. Must total 1.00000000.
 Must total 100%.
 Weighted average waterworks district share as verified by Auditor.
 Must total share reflected in Column (3).
 Reflects exemption for school entities and County general fund obligation for debt service and FFW.
 Final share distributions to be reflected in tax transfer resolution.

Annexation To: Account No. TRA: Effective Date: Annexation Number:	Waterworks Distr 51.75 1835 July 1, 2006 40-34 (34-31)	Waterworks District # 40 - ACO FUND 51.75 1835 July 1, 2006 40-34 (34-31)			
Waterworks District # 40, ACO FUND Based on their 2004-05 Tax Sharing Ratios	0.012235562				
Accnt No. Taxing Agency	(1) Current Tax Share	(2) = (1) / Total (3) Proposed Percent Dist Share	(4) = (2) * (3) ed Alloc of are Dist Share	(5) Allocation Adjustments	(6) = (1) + (5) New Net Share
1.05 LOS ANGELES COUNTY GENERAL	0.238419964	23.8420% 0.012235562	5562 0.002917202	-0.003006296	0.235413668
	0.000142151		Ξ.	0.000000000	0.000142151
7.30 CONSOL. FIRE PRO.DIST.OF L.A.CO. 7.31 I. A.C. FIRE-FEW	0.173647841	17.3648% 0.012235562 0.7139% 0.012235562	5562 0.002124679 5562 0.000087354	-0.002124679	0.171523163
	0.006923927			-0.000084718	0.006839209
	0.001677936			-0.000020530	0.001657406
	0.001162081			-0.000014219	0.001147862
	0.065408059			-0.000800304	0.064607754
	0.023560734			-0.000288279	0.023272456
	0.057620814			Exempt	0.057620814
	0.128757217		_	Exempt	0.128757217
	0.001763041			Exempt	0.001763041
CHILDREN'S INSTIL	0.003498759			Exempt	0.003498759
	0.062690773			Exempt	0.062690773
593.05 CO.SCH.SEKV.FU PALMUALE	0.011128017	1.1128% 0.012235562 0.1066% 0.012235562	5562 0.000136158	Exempt	0.011128017
	0.001003003			Exempt	0.001033009
CO.SCH.SERV.FD	0.000447129		_	Exempt	0.000447129
717.08 ANTELOPE VY.UN.HIK.P.SELEM	0.059498100		-	Exempt	0.059498100
792.04 ANTELOPE VY.JT. COMMUNITY COLL.	0.033785399	3.3785% 0.012235562	5562 0.000413383	Exempt	0.033785399
051.75 Waterworks Dist # 40 ACO FUND	0.000000000	0.0000% 0.01223	0.0000% 0.012235562 0.000000000	0.0000000000	0.006339025
Total	1.000000000	100.0000%	0.012235562	-0.006339025	1.0000000000

Current share as reflected in the Auditor's ATI distribution in AF 49. Must total 1.00000000.
 Must total 100%.
 Weighted average waterworks district share as verified by Auditor.
 Must total share reflected in Column (3).
 Reflects exemption for school entities and County general fund obligation for debt service and FFW.
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